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0000138622

Fax: (602) 542-3705
E-mail: Burns-web@azcc.gov

ARIZONA CORPORATION COMMISSION
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ORIGINAL

August 17, 2012 AUG 17 PM 12 14

Jeff Guldner
Arizona Public Service Company
Senior Vice President, Customers and Regulation
PO Box 53999
Phoenix, AZ 85072

Re: APS filing for Integrated Resource Planning; Docket # E-00000A-11-0113

Dear Mr. Guldner:

Information supporting its integrated resource planning (IRP) filing was distributed by APS to the commissioners. One chart, in particular, exhibited the comparative costs of solar, natural gas, nuclear energy and coal.

I would like APS to explain, at the workshop on Wednesday, August 22, exactly how it arrived at determining these costs. Are there assumptions built into the predictive model? If so, do the assumptions include a carbon tax, federal tax credits, further federal regulations and any other uncertainties?

If those assumptions are included in that chart, I would like APS to produce a chart which excludes the assumptions.

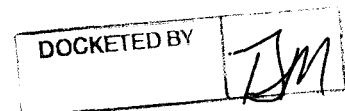
Sincerely,

A handwritten signature in cursive script, appearing to read "Brenda Burns".

Brenda Burns
Commissioner

Arizona Corporation Commission
DOCKETED

AUG 17 2012



CC:
Chairman Gary Pierce
Commissioner Bob Stump
Commissioner Sandra Kennedy
Commissioner Paul Newman